

9.3.4 Adoption of 2016/2017 Annual Budget

Ward:	Both	Date:	11 July 2016
Precinct:	All	File Ref:	SC245
Attachments:	<u>1</u> – Draft Budget Commentary <u>2</u> – Statutory Statements <u>3</u> – Draft Capital budget <u>4</u> – Summary of Income and Expenditure by Service Unit <u>5</u> - Supporting Schedules <u>6</u> - Fees and Charges <u>7</u> – 2016 - 17 Capital Works Schedule		
Tabled Items:	-		
Reporting Officer:	J Paton, Director Corporate Services		
Responsible Officer:	J Paton, Director Corporate Services		

RECOMMENDATION:

That Council, BY ABSOLUTE MAJORITY:

1. BUDGET:

Pursuant to the provisions of Section 6.2(1) of the Local Government Act 1995 and Part 3 of the *Local Government (Financial Management) Regulations 1996*, **ADOPTS** the City of Vincent Annual Budget as detailed in Attachments 2 and 3 for the 2016/17 financial year, which includes:

- 1.1 Statement of Comprehensive Income by Nature and Type showing a net result for that year of \$2,286,641 as detailed on Attachment 2 page 2.1;
- 1.2 Statement of Comprehensive Income by Program showing a net result for that year of \$2,286,641 as detailed on Attachment 2 page 2.2 and 2.3;
- 1.3 Rate setting Statement showing an amount required to be raised from rates of \$31,075,530 as detailed on Attachment 2 page 2.4;
- 1.4 Statement of Cash Flows showing a net cash provided by operations of \$9,069,624 and net decrease in cash held of \$1,634,837 as detailed on Attachment 2 page 2.5;
- 1.5 Notes to and Forming Part of the Budget as detailed on Attachment 2 pages 2.6 – 2.41;
- 1.6 Transfers to / from Reserves as detailed on the Reserve Fund Statement as detailed on Attachment 2 page 2.30; and
- 1.7 Capital Works Program showing a total of \$13,761,598 (including 2015/16 carry forward projects) as detailed on Attachment 3 pages 3.1 – 3.8.

2. RATES:

For the purpose of yielding up the deficiency disclosed by the Budget adopted in 1 above, Council pursuant to Sections 6.32, 6.33 and 6.35 of the Local Government Act 1995, **IMPOSES** the following differential general rates and minimum payments on Gross Rental Values:

- 2.1 **General Rates**
 - Residential 6.124 cents in the dollar
 - Commercial Vacant 11.914 cents in the dollar
 - Other 6.463 cents in the dollar
- 2.2 **Minimum Payments**
 - Residential \$1,007
 - Commercial Vacant \$1,414

- Other \$1,007

2.3 RATE PAYMENT OPTIONS:

Pursuant to Section 6.45 of the *Local Government Act 1995* and Regulation 64(2) of the *Local Government (Financial Management) Regulations 1996*, ADOPTS the following due dates for payment in full by instalments:

	INSTALMENT	DATE
(a)	Due Date/First instalment	14 September 2016
(b)	Second instalment	14 November 2016
(c)	Third instalment	16 January 2017
(d)	Fourth instalment	20 March 2017

2.4 INSTALMENT AND ARRANGEMENTS ADMINISTRATION FEES AND INTEREST CHARGES:

2.4.1 Pursuant to Section 6.45(3) of the *Local Government Act 1995* and Regulation 67 of the *Local Government (Financial Management) Regulations 1996*, ADOPT an instalment administration charge of \$13.00 per instalment for payment of rates by instalments, to apply to the second, third and fourth instalment; and

2.4.2 Pursuant to Section 6.45(3) of the *Local Government Act 1995* and Regulation 68 of the *Local Government (Financial Management) Regulations 1996*, ADOPT an interest rate of 5.5% where the owner has elected to pay rates through an instalment option;

2.5 LATE PAYMENT INTEREST ON OVERDUE RATES AND AMOUNTS:

ADOPTS an interest rate of 11% per annum, calculated daily from the due date and continues until the date of payment on overdue:

2.5.1 rates in accordance with Section 6.51(1) of the *Local Government Act 1995* and Regulation 70 of the *Local Government (Financial Management) Regulations 1996*, subject to Section 6.51(4) of the *Local Government Act 1995*; and

2.5.2 amounts due to the City in accordance with Section 6.13 of the *Local Government Act (1995)*;

Excluded are deferred rates, instalment current amounts not yet due under instalment payment options, registered pensioner portions and current government pensioner rebate amounts;

3. RUBBISH CHARGE:

Pursuant to Section 67 of the *Waste Avoidance and Resources Recovery Act 2007*, ADOPTS the following annual charges for the removal of domestic waste and recycling for all non rateable properties receiving the service:

- 240L weekly waste collection \$350
- 140L weekly waste collection \$220
- 240L fortnightly recycling collection \$95
- 360L fortnightly recycling collection \$125

4. REPORTING OF BUDGET VARIANCES:

Pursuant to Regulation 34 (5) of the *Local Government (Financial Management) Regulations 1996*, ADOPTS the monthly reporting variance for the 2016/17 financial year of 10% or more, where that variance is also more than \$10,000;

5. RESERVES

5.1 Pursuant to Section 6.11(1) of the *Local Government Act 1995*, APPROVES the establishment of the 'Percentage for Public Art Reserve', with the following purpose:

"This Reserve is established from payment of public art contributions from development applicants and is to be used for the acquisition and provision of Public Art and associated infrastructure."

5.2 NOTES the transfer of the balance from the Aged Persons and Senior Citizens Reserve to Trust and APPROVES the closure of the Reserve.

6. FEES AND CHARGES

Pursuant to Section 6.16 of the *Local Government Act 1995*, ADOPTS the Schedule of Fees and Charges included in Attachment 6.

7. CAPITAL WORKS IMPLEMENTATION SCHEDULE

NOTES the proposed implementation schedule for the Capital Works Program listed in the 2016/17 Capital Works Schedule as detailed in Attachment 7.
